GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3825
ANSWERED ON:17.08.2001
SALE OF FLATS TO EMPLOYEES OF IFCI
SANJAY PASWAN

Will the Minister of FINANCE be pleased to state:

(a) whether any agreement was reached between the Chairman and Managing Director of the Industrial Financial Corporation of India Ltd. (IFCI) and the IFCI Employees Association to sell 24 staff flats lying vacant at Kanpur at the rate of Rs.1,15,500/- per flat to the employees;

(b) whether an amount of Rs.1,38,600 was received from the employees as 5 per cent earnest money through the IFCI Housing Welfare Society; (

(c) whether the management of the corporation is now contemplating to sell these flats to outside parties instead of employees at the same rate;

(d) if so, the details thereof; and

(e) the steps being taken by the Government to ensure that these flats are sold to the employees of IFCI only?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a): The all India IFC Employees Association approached management to sellcertain surplus flats in Kanpur to employees after the negotiations for sale of flats to a private builder. The sale was agreed on the same price as the builder was offering.

(b) to (e) : with the intention to help the employees, it was agreed to explore the possibility of sale of the flats in favour of IFCI employees. Subsequent to this the employees of the IFCI formed the housing welfare society and through it deposited the earnest money. However, despite management`s sincere efforts, the builder refused to relinquish their claim. The employees inturn approached Regional Labour Commisioner (RLC), New Delhi and filed an Industrial dispute suit against the sale of the flats at Kanpur as well as flats at other centers. However, despite protracted discussions no settlement could be reached and RLC decided to record failure of reconciliation. In view of the refusal of builder and verdict of RLC the management had no option but to formalize an `Agreement of Sale` in favour of the builder.